IN THE UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF TEXAS AUSTIN DIVISION

IN RE: § CASE NO. 25-10167-smr

DEBBIE OUTLAW PROPERTIES, LLC

CHAPTER 11 SUBCHAPTER V

DEBTOR

<u>DEBTOR'S RESPONSE TO MOTION FOR RELIEF FROM AUTOMATIC STAY OF</u> <u>IMPACT FIRE SERVICES, LLC</u>

TO THE HONORABLE SHAD M. ROBINSON, UNITED STATES BANKRUPTCY JUDGE:

COMES NOW, Debbie Outlaw Properties, LLC, debtor-in-possession ("Debtor"), filing its Response to the Motion for Relief from Automatic Stay filed by Impact Fire Services, LLC [ECF #82] and would respectfully show the following:

- 1. With respect to paragraph 1, no response is required.
- 2. Debtor admits the allegations of paragraphs 2, 3, and 4.
- 3. After reasonable inquiry, the Debtor lacks sufficient information to admit or deny the allegations of paragraph 5.
- 4. The Debtor admits the allegations of paragraph 6.
- 5. The Debtor denies the allegations of paragraph 7.
- 6. The Debtor admits the allegations of paragraph 8.
- 7. The Debtor denies the allegations of paragraph 9. The Debtor admits that an affidavit claiming a lien has been recorded, but not a lien.
- 8. With respect to paragraph 10, the Debtor admits that the notice was sent, but denies the existence of a lien.

- 9. The Debtor denies the allegations of paragraph 11. The invoice attached is for May 2024, 9 months prior to the petition date. Movant ceased to provide services to the Debtor many months prior to the petition date.
- 10. Debtor denies the allegations of paragraph 12. Only an affidavit claiming a lien was filed.
- 11. With respect to paragraph 13, the Debtor admits that the values cited are the values from the Travis Central Appraisal District for 2025, but denies that the values of the Appraisal District represent the values of the Elmwood properties. On June 4, 2025, the Debtor amended its Schedules to reflect the value of each Elmwood Property at \$2,900,000 for a combined value of \$5,800,000.00. The Debtor would note that the references to the Exhibits as Exhibits F and G are incorrect.
- 12. With respect to paragraph 14, the Debtor can neither admit nor deny the validity of the lien searches, as they were not performed by the Debtor. The Debtor admits that A+ Federal Credit Union holds a first lien against the Elmwood Properties and an abstract of judgment has been filed by Alfredo Topete Duenas. The Debtor denies that the Elmwood properties are over encumbered relative to their true value.
- 13. With respect to paragraph 15, the Debtor admits that the Elmwood properties are governed by restrictive covenants, but denies that this impairs their value.
- 14. No response is necessary to paragraph 16.
- 15. The Debtor admits the allegations of paragraphs 17 and 18.
- 16. The Debtor denies the allegations of paragraphs 19 and 20. As noted above, the Debtor has not been usings Movant's services since many months before the petition date.

- 17. The Debtor admits the allegations of paragraph 21, but would show that the Movant has no lien on rents or cash collateral generated by the property, as the Movant is not a mortgage holder, but rather a party claiming a lien through an affidavit.
- 18. The Debtor denies the allegations of paragraph 22 for the reasons set forth above.
- 19. The Debtor denies the allegations of paragraph 23. As noted above, the Debtor believes the Properties to be worth \$5.8 million, which is several million dollars above the secured debt.
- 20. The Debtor admits the allegations of paragraph 24, and would show that the Court has entered an order extending the exclusive period for the Debtor to file a plan to July 11, 2025 [ECF No. 90].
- 21. With respect to paragraph 25, the Debtor admits the allegations of the first sentence, and denies the allegations of the second. As noted above, the Movant has not provided services to the Debtor for many months before the petition date and Debtor now uses a different service provider.
- 22. The Debtor denies the allegations of paragraph 26. The Elmwood Properties generate cashflow over and above the amount necessary to service the debt to A+ Federal Credit Union, pay the property taxes and insurance. A+ has consented to the Debtor's use of these excess rents. *See* ECF No. 65.
- 23. Debtor denies the allegations of paragraph 27. As noted above, the invoice referenced is from May 2024.
- 24. The Debtor denies the allegations of paragraph 28. As noted above, Movant has not been providing services to the Debtor since prior to the petition date.

25. With respect to paragraph 29, the Debtor denies that the Elmwood Properties are not insured. True and Correct copies of proof of insurance on the Elmwood Properties are attached as Exhibit 1.

WHEREFORE, premises considered, the Debtor prays that the Motion be denied, and for such other and further relief to which it may be justly entitled.

Dated: June 17, 2025

RESPECTFULLY SUBMITTED BY,

LAW OFFICES OF FRANK B. LYON

Physical Address:

3800 North Lamar Boulevard, Suite 200

Austin, Texas 78756

Mailing Address:
Post Office Box 50210

Austin, Texas 78763
(512) 345-8964
(512) 697-0047 (fax)

Email: frank@franklyon.com

Email: frank@franklyon.com

By: /s/ Frank B. Lyon FRANK B. LYON State Bar No. 12739800 ATTORNEY FOR DEBTOR

CERTIFICATE OF SERVICE

I certify that a true and correct copy of the above Response has been served via the Court's ECF system to those parties registered for such and sent to the parties as shown below.

By ECF notification

Jessica L. Hanzlick Office of the US Trustee email: jessica.l.hanzlick @usdoj.gov

Counsel for A+ Federal Credit Union

Doug Buncher Via ECF And Email: dbuncher@neliganlaw.com

Counsel for Impact Fire Services, LLC

Russell Frost Via ECF And Email: rfrost@russellfrostlaw.com

Debtor -Via Email:

Debbie Outlaw Properties LLC 16105 Chateau Ave. Austin, TX 78734 Email: mdrth5out@aol.com

and on the attached matrix by first class US mail, except for parties receiving notice via CM/ECF or via email.

/s / Frank B. Lyon Frank B. Lyon

EXHIBIT 1

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ACORD	EVIDENCE OF	PROPERTY INSU	RANCE	DATE (MIM/DD/TTTT)					
	OPERTY INSURANCE IS ISSUED AS AMED BELOW. THIS EVIDENCE OF PR CIES BELOW.								
AGENCY	PHONE (A/C, No, Ext): 512-369-2992	COMPANY							
Lakeway Insurance Gro 2501 Ranch Road 620 S Suite 201 Lakeway, TX 78734	up	Lloyd's of London	Lloyd's of London						
	F.MAII								
FAX (A/C, No): 866-316-4994	E-MAIL ADDRESS: cedwards@lakewayinsuranceg	group.com							
CODE: AGENCY	SUB CODE:								
CUSTOMER ID #: INSURED		LOAN NUMBER	LOAN NUMBER POLICY NUMBER AB2505715						
DEBBIE OUTLAW PRO	OPERTIES, LLC	EFFECTIVE DATE	EXPIRATION DATE	CONTINUED UNTIL					
16105 Chateau Ave Austin, TX 78734		06/01/25 THIS REPLACES PRIOR EVIDE	06/01/26 CONTINUED UNTIL TERMINATED IF CHECKED						
PROPERTY INFORMATION	DN								
LOCATION/DESCRIPTION									
607 Elmwood Place, Au									
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	Credit Union, PO Box 15384, Austin, TX 78 se, 903 San Jacinto Blvd, Room 230, Austi								
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AFFORDED BY THE POLICI	COMPANY						
AGENCY PHONE (A/C, No, Ext): 512-369-2992 Lakeway Insurance Group 2501 Ranch Road 620 S Suite 201 Lakeway, TX 78734			Lloyd's of London				
	E MAII						
FAX (A/C, No): 866-316-4994	ADDRESS:	cedwards@lakewayinsurancegroup.com	_				
CODE: AGENCY		SUB CODE:	_				
CUSTOMER ID #: INSURED			LOAN NUMBER	POLICY NU	MBER		
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Austin, TX 78734			06/01/25		06/01/26 TERMINATED IF CHECKED		
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PROPERTY INFORMATION LOCATION/DESCRIPTION							
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							\$5,000 Water damage
							damage
REMARKS (Including Speci	ial Condi	tions)					1
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Mortgagee - A+ Federal Cre	dit Union	PO Box 15384, Austin, TX 78761					
		Jacinto Blvd, Room 230, Austin 78701.					
CANCELLATION							
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25-10167-smr Doc#95 Filed 06/17/25 Entered 06/17/25 17:13:43 Main Document Pg 9 of Label Matrix for local noticing Debbie Outlaw Properties, LLC U.S. BANKRUPTCY COURT 0542-1 16105 Chateau Avenue 903 SAN JACINTO, SUITE 322 Case 25-10167-smr Austin, TX 78734-2631 AUSTIN, TX 78701-2450 Western District of Texas Tue Jun 17 17:00:56 CDT 2025 400 E 30th Street HOA A+ Federal Credit Union A+ Federal Credit Union c/o Property Management of Texas 6420 E 290 SVRD Attention: Bankruptcy 704 W. 24th Street Austin, TX 78723 PO Box 14867 Austin, TX 78705-4708 Austin, TX 78761-4867 Alfredo Topete Duenas Alfredo Topete Duenas dba Eagle Plastering T Andrew Bassford c/o Karalynn C. Cromeens 1345 Campbell Road c/o Brian McGiverin Suite 200 1345 Campbell Road Suite 200 2028 E. Ben White Blvd. Ste 240 PMB 5960 Houston, TX 77055-6482 Houston, TX 77055-6482 Austin, TX 78741-6931 Ava McPartlin Blake Molthan Austin Development Service Department 2604 Salado Street 102 c/o C. Kyle Pugh, P.C. 6310 Wihelmina Delco Drive Austin, TX 78752 Austin, TX 78705-3939 4015 Main Street Suite 100 Dallas, TX 75226-1231 (p) CITY OF AUSTIN AUSTIN ENERGY Campbell King Cater Joseph Homes, LLC c/o C. Kyle Pugh, P.C. 913 W 29th St ATTN COLLECTIONS DEPARTMENT 4015 Main Street Suite 100 Austin, TX 78705-3534 4815 MUELLER BLVD Dallas, TX 75226-1231 AUSTIN TX 78723-3573 Commercial National Bank Commercial National Bank Commercial National Bank of Brady PO Box 591 c/o Davor Rukavina Commercial National Bank c/o Tim Cardina Brady, TX 76825-0591 Munsch Hardt Kopf & Harr, P.C. 110 Ave H Ste. 114 500 N. Akard St., Suite 4000 Marble Falls, TX 78654-5759 Dallas, TX 75201-6605 Frost Bank Frost Bank GT Lumber & Supply, LLC PO Box 34746 c/o Robert L. Barrows 9400 Brown Ln San Antonio, TX 78265-4746 Langley & Banack, Inc. Austin, TX 78754-4012 745 E. Mulberry, Suite 700 San Antonio, Texas 78212-3172 Impact Fire Services, LLC J. Kyle Jaksa JJ's Fence and Gate Opener LLC 1 Chisholm Trail Road Suite 330 Munsch Hardt Kopf & Harr P.C. 537 Tumlinson Fort Way Round Rock, TX 78681-5094 500 N. Akard St., Suite 4000 Lockhart, TX 78644 Dallas, TX 75201-6605 James Hicks Kai Stark Joseph Companies 515 Congress Avenue Suite 1620 913 W 29th Street c/o C. Kyle Pugh P.C. Austin, TX 78705-3534 4015 Main Street Suite 100

Austin, TX 78701-3576

Luke Wexler c/o C. Kyle Pugh P.C. 4015 Main Street Suite 1000

Law Office of Russell Frost, PLLC c/o Russell Frost 711 W 7th St Austin, TX 78701-2711 Dallas, TX 75226-1231

MDG Construction LLC c/o James Hicks Griffith Davison, PC 515 Congress Ste. 1620 Austin, Texas 78701-3576

Dallas, TX 75226-1231

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11 PO Box Box 301201 Austin, TX 78703-0021

7160 Dallas Pkwy Suite 625 Plano, TX 75024-4228

Prosperity Bank PO Box 4 El Campo, TX 77437-0004

Austin, TX 78701-3576

Prosperity Bank c/o Lisa C. Fancher Fritz Byrne, PLLC 402 West Seventh St. Austin, TX 78701-2808 Quality Flooring LLC 1306 Dominique Drive Austin, TX 78753-6836

Rolling Suds Austin-Westlake 2711 Daisy Drive Unit 2C Austin, TX 78727-1358

Sarah J. Shoulton 1345 Campbell Road Suite 200 Houston, TX 77055-6482

Scott Griffith 515 Congress Avenue Suite 1620 Austin, TX 78701-3576

Sunbelt Rentals, Inc. 1275 West Mound Street Columbus, OH 43223-2213

Sunwest Industries, Inc. PO Box 80910 Midland, TX 79708-0910

Taylor Dahlgren 814 Reinicke Street Houston, TX 77007-5172

Texas Comptroller of Public Accounts C/O Office of the Attorney General Bankruptcy - Collections Division MC-008 PO Box 12548

7320 N. MoPac Expwy., Suite 400 Austin, TX 78731-2347

The Tile Guy

Travis County Tax office PO Box 149328 Austin, TX 78714-9328

Austin TX 78711-2548

Austin, Texas 78767-1748

PO Box 1748

Travis County c/o Jason A. Starks

United States Trustee - AU12 United States Trustee 903 San Jacinto Blvd, Suite 230 Austin, TX 78701-2450

c/o Barron & Newburger, P.C.

Western Pacific Building Materials Attn: Ryan Heffernan 1201 SE Tech Center Drive, Suite 150 Vancouver, WA 98683-5523

Western Pacific Materials, Inc. 7607 Bluff Point Drive Houston, TX 77086-1765

Yen Thi Do and Viraj Mahendra Joshi 2500 Longview Street 301 Austin, TX 78705-4292

Frank B. Lyon Frank B. Lyon, Attorney PO Box 50210 Austin, TX 78763-0210

The preferred mailing address (p) above has been substituted for the following entity/entities as so specified by said entity/entities in a Notice of Address filed pursuant to 11 U.S.C. 342(f) and Fed.R.Bank.P. 2002 (g) (4).

City of Austin PO Box 2267 Austin, TX 78768-2267 25-10167-smr Doc#95 Filed 06/17/25 Entered 06/17/25 17:13:43 Main Document Pg 11 of (d) 400 E 30th Street HOA. End of Label Matrix 11 Mailable recipients 50

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704 W. 24th Street Bypassed recipients
Austin, TX 78705-4708 Total